## Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

# ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction HOUSE BILL 24-1428

LLS NO. 24-1077.01 Rebecca Bayetti x4348

#### **HOUSE SPONSORSHIP**

Bird and Taggart, Sirota

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House Committees Appropriations **Senate Committees** 

# A BILL FOR AN ACT

101 CONCERNING EVIDENCE-BASED DESIGNATIONS TO ASSIST THE

102 GENERAL ASSEMBLY IN DETERMINING THE APPROPRIATE LEVEL

103 OF FUNDING FOR A PROGRAM OR PRACTICE.

### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov/.</u>)

**Joint Budget Committee.** The bill modifies the established set of definitions to be used when analyzing available evidence regarding a program or practice in relation to a budget request, request for a supplemental appropriation, or budget request amendment (collectively, budget request). The bill also modifies accordingly the process for

HOUSE Amended 2nd Reading March 28, 2024 incorporating evidence-based decision-making into budgetary decisions.

If a state agency or the office of state planning and budgeting (office) includes information regarding the best available evidence on the effectiveness of a program or practice in a budget request, the state agency or office is required to give the program or practice an evidence designation based on the statutory definitions. In such case, the state agency or office is also required to provide a summary of the best available evidence about the program or practice, information concerning how the best available evidence is connected to the budget request, and any plans to evaluate the program or practice to build evidence regarding its effectiveness (collectively, the evidence designation justification).

Joint budget committee staff is required to review the evidence designation justification and to include an evidence designation or state that an evidence designation is not applicable as part of any recommendation it makes regarding a budget request. The staff director is required to appoint additional staff as necessary to review and evaluate the evidence designation and its justification. The joint budget committee is required to consider, as one of many factors, the evidence designation when determining the appropriate level of funding for a program or practice.

The bill also makes conforming amendments.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 2-3-203, amend (4)
3	as follows:
4	2-3-203. Powers and duties of the joint budget committee.
5	(4) The joint budget committee shall consider, as one of many factors,
6	any available evidence-based information specified THE EVIDENCE
7	DESIGNATION AS PROVIDED in section 2-3-210 SECTION 2-3-210 (3)(a)
8	when determining the appropriate level of funding <del>of</del> FOR a program or
9	practice.
10	SECTION 2. In Colorado Revised Statutes, 2-3-204, amend (3)
11	as follows:
12	2-3-204. Staff director, assistants, and consultants. (3) The
13	staff director shall appoint additional staff as necessary to provide REVIEW

1 AND EVALUATE the evidence-based analysis EVIDENCE DESIGNATION AND 2 JUSTIFICATION required by section 2-3-210 (3)(c). Upon request, joint 3 budget committee staff shall also assist legislators in incorporating 4 evidence-based assessments into legislation SECTION 2-3-210 (3). 5 **SECTION 3.** In Colorado Revised Statutes, 2-3-210, amend (1), 6 (2) introductory portion, (2)(a), (2)(c), (2)(d), and (3); repeal (2)(b), 7 (2)(f), (4), and (5); and **add** (6) as follows: 8 2-3-210. Evidence-based decision-making - budget requests -9 **legislative declaration - definitions.** (1) The general assembly hereby 10 finds and declares that: 11 (a) When appropriate The use of data and outcome-related THE 12 BEST AVAILABLE RESEARCH evidence in the analysis of programs AND 13 PRACTICES implemented and delivered by state agencies is an effective

means through which funding decisions concerning program THE
improvement, and expansion, DISCONTINUATION, or redirection of funds
can be achieved; and

(b) The integration of evidence-based evaluation with THE BEST
AVAILABLE RESEARCH EVIDENCE REGARDING THE EFFECTIVENESS OF
PROGRAMS, PRACTICES, OR INCREMENTAL CHANGES TO PROGRAMS AND
PRACTICES WITHIN the budget process will provide members of the
general assembly additional information that will be useful CAN BE USED
in the prioritization of requests for funding for new or existing programs
and services PRACTICES in the state; AND

(c) EVIDENCE-BASED DECISION-MAKING IS THE INTERSECTION OF
THE BEST AVAILABLE RESEARCH EVIDENCE, DECISION-MAKERS' EXPERTISE,
CONSTITUENT NEEDS, AND IMPLEMENTATION CONTEXT. EVIDENCE-BASED
DECISION-MAKING RECOGNIZES THAT RESEARCH EVIDENCE ALONE IS NOT

THE ONLY CONTRIBUTING FACTOR TO POLICY AND BUDGET DECISIONS.

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2 (2) As used in this article 3 PART 2, unless the context otherwise
3 requires:

4 (a) "Evidence-informed program or practice" means a program or 5 practice that reflects a moderate, supported, or promising level of 6 confidence of effectiveness, ineffectiveness, or harmfulness as 7 determined by an evaluation with a comparison group, multiple pre- and 8 post-evaluations, or an equivalent measure "BEST AVAILABLE RESEARCH 9 EVIDENCE" MEANS THE WEIGHT OF THE RESEARCH EVIDENCE FROM THE 10 MOST RIGOROUS AND RELEVANT STUDIES AVAILABLE REGARDING A 11 PROGRAM OR PRACTICE, WHICH STUDIES ARE IDENTIFIED USING A 12 SYSTEMATIC PROCESS.

13 (b) "Not applicable" means the definitions identified in
14 subsections (2)(a), (2)(c), (2)(d), and (2)(f) of this section are not
15 applicable.

16 (c) "Opinion-based program or practice" means a program or 17 practice that reflects a low level of confidence of effectiveness, 18 ineffectiveness, or harmfulness, as based on satisfaction surveys, personal 19 experience, or for which there is no existing evidence about the 20 effectiveness, ineffectiveness, or harmfulness of the program or practice 21 "OUTCOMES" MEANS MEASURES OF WHAT A PROGRAM OR PRACTICE IS 22 MEANT TO IMPROVE FOR ITS TARGET POPULATION.

(d) "Proven "Program or practice" means a program,
 INTERVENTION, APPROACH, or practice that reflects a high or
 well-supported level of confidence of effectiveness, ineffectiveness, or
 harmfulness as determined by one or more high-quality randomized
 control trials, multiple evaluations with strong comparison groups, or an

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equivalent measure THAT HAS EXPLICITLY DEFINED AND REPLICABLE
 ELEMENTS AND THAT IS HYPOTHESIZED TO IMPROVE SPECIFIC OUTCOMES
 FOR A DEFINED TARGET POPULATION.

4 (f) "Theory-informed program or practice" means a program or 5 practice that reflects a moderate to low or promising level of confidence 6 of effectiveness, ineffectiveness, or harmfulness as determined by 7 tracking and evaluating performance measures including pre- and 8 post-intervention evaluation of program outcomes, evaluation of program 9 outputs, identification and implementation of a theory of change, or 10 equivalent measures.

11 (3) (a) If a state agency or the office of state planning and 12 budgeting includes an evidence-based evaluation INFORMATION ON THE 13 BEST AVAILABLE RESEARCH EVIDENCE REGARDING THE EFFECTIVENESS of 14 a program or practice in a budget request, REQUEST FOR A SUPPLEMENTAL 15 APPROPRIATION, or budget amendment request AMENDMENT submitted in 16 accordance with section 2-3-208, then the state agency or office shall 17 describe the program or practice using ONE OF the definitions set forth in 18 this section. FOLLOWING EVIDENCE DESIGNATIONS:

(I) "EVIDENCE-INFORMED" MEANS THAT THE BEST AVAILABLE
RESEARCH EVIDENCE SUPPORTS THE EFFECTIVENESS OF THE PROGRAM OR
PRACTICE, AS DEMONSTRATED BY AT LEAST ONE QUALITY EVALUATION
THAT SHOWS IMPROVEMENT OVER TIME;

(II) "HARMFUL" MEANS THAT THE BEST AVAILABLE RESEARCH
EVIDENCE SHOWS THE PROGRAM OR PRACTICE IS ASSOCIATED WITH HARM,
AS DEMONSTRATED BY AT LEAST ONE QUALITY EVALUATION THAT SHOWS
HARM OVER TIME;

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(III) "INSUFFICIENT EVIDENCE" MEANS THAT THE BEST AVAILABLE
 RESEARCH EVIDENCE IS NOT YET ROBUST ENOUGH TO ACHIEVE THE
 HARMFUL, EVIDENCE-INFORMED, PROMISING, OR PROVEN EVIDENCE
 DESIGNATIONS OUTLINED IN THIS SUBSECTION (3)(a).

5 (IV) "PROMISING" MEANS THAT THE BEST AVAILABLE RESEARCH
6 EVIDENCE SUPPORTS THE EFFECTIVENESS OF THE PROGRAM OR PRACTICE,
7 AS DEMONSTRATED BY AT LEAST ONE QUALITY EVALUATION WITH A
8 STRONG COMPARISON GROUP; OR

9 (V) "PROVEN" MEANS THAT THE BEST AVAILABLE RESEARCH 10 EVIDENCE SUPPORTS THE EFFECTIVENESS OF A PROGRAM OR PRACTICE, AS 11 DEMONSTRATED BY AT LEAST ONE QUALITY RANDOMIZED CONTROLLED 12 TRIAL OR AT LEAST TWO QUALITY EVALUATIONS WITH STRONG 13 COMPARISON GROUPS.

(a.5) (I) IF A BUDGET REQUEST, REQUEST FOR A SUPPLEMENTAL
APPROPRIATION, OR BUDGET REQUEST AMENDMENT DOES NOT MEET THE
DEFINITION OF A "PROGRAM OR PRACTICE" AS DEFINED IN SUBSECTION
(2)(d) OF THIS SECTION, THE STATE AGENCY OR THE OFFICE OF STATE
PLANNING AND BUDGETING MAY INCLUDE WITH ITS REQUEST THAT AN
EVIDENCE DESIGNATION IS NOT APPLICABLE.

20 (II) IF THE BEST AVAILABLE RESEARCH EVIDENCE REGARDING A 21 PROGRAM OR PRACTICE IN A BUDGET REQUEST, REQUEST FOR A 22 SUPPLEMENTAL APPROPRIATION, OR BUDGET REQUEST AMENDMENT DOES 23 NOT INCLUDE AN EVALUATION MEASURING RELEVANT OUTCOMES THAT 24 MEETS THE METHODOLOGICAL REQUIREMENTS FOR AN EVIDENCE 25 DESIGNATION SET FORTH IN SUBSECTION (3)(a) OF THIS SECTION, THE 26 STATE AGENCY OR THE OFFICE OF STATE PLANNING AND BUDGETING MAY 27 INCLUDE THAT THE REQUEST IS INELIGIBLE FOR AN EVIDENCE

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1 DESIGNATION.

2 (b) If subsection (3)(a) of this section applies, then the state 3 agency or the office of state planning and budgeting shall also provide the 4 following information TO JUSTIFY ITS SELECTED EVIDENCE DESIGNATION: 5 (I) Any A SUMMARY OF THE BEST AVAILABLE research EVIDENCE 6 that supports the implementation, continuation, or expansion of the 7 program or practice, including any research demonstrating improved or 8 consistent outcomes achieved by those who benefit from ABOUT the 9 program or practice;

(II) Any research that supports a decrease in funding for a PLANS
TO EVALUATE THE program or practice that may be shown to be
ineffective or harmful to those receiving services TO BUILD EVIDENCE
REGARDING ITS EFFECTIVENESS; and

(III) Information concerning how the BEST AVAILABLE RESEARCH
 evidence referenced was used in the development of IS CONNECTED TO the
 budget request, REQUEST FOR A SUPPLEMENTAL APPROPRIATION, or budget
 amendment request AMENDMENT.

18 (c) If a state agency provides an evidence-based evaluation of a 19 program or practice in a budget request or budget request amendment 20 SUBSECTIONS (3)(a) AND (3)(b) OF THIS SECTION APPLY, joint budget 21 committee staff, AS PART OF THE RESPONSIBILITIES DESCRIBED IN SECTION 22 2-3-204, shall independently analyze and describe the program or practice 23 using the definitions set forth in this section REVIEW THE INFORMATION 24 PROVIDED PURSUANT TO SUBSECTION (3)(b) OF THIS SECTION AND OTHER 25 RELEVANT EVIDENCE, AS NECESSARY. JOINT BUDGET COMMITTEE STAFF 26 SHALL INCLUDE AN EVIDENCE DESIGNATION PURSUANT TO SUBSECTION 27 (3)(a) OF THIS SECTION OR STATE THAT SUCH DESIGNATION IS NOT

APPLICABLE OR THAT THE REQUEST IS INELIGIBLE PURSUANT TO
 SUBSECTION (3)(a.5) OF THIS SECTION AS PART OF ANY RECOMMENDATION
 IT MAKES REGARDING A BUDGET REQUEST, REQUEST FOR A SUPPLEMENTAL
 APPROPRIATION, OR BUDGET REQUEST AMENDMENT.

5 (4) Joint budget committee staff shall include any information
6 specified in subsection (3) of this section as part of any recommendation
7 it makes regarding a budget request or budget amendment request.

8 (5) Whenever a state agency is required to undertake an 9 evidence-based analysis of a program or practice, the state agency shall 10 use the definitions set forth in this section, unless other definitions are 11 provided by law.

12 (6) STATE AGENCIES SHALL PARTICIPATE IN THE EVIDENCE-BASED
13 DECISION-MAKING PROCESS, INCLUDING INVESTING IN BUILDING
14 EVIDENCE, AS APPLICABLE, TO WORK TOWARD THE HARMFUL,
15 EVIDENCE-INFORMED, PROMISING, AND PROVEN EVIDENCE DESIGNATIONS
16 OUTLINED IN THIS SECTION.

SECTION 4. In Colorado Revised Statutes, 24-48.5-403, amend
(5) as follows:

19 24-48.5-403. Definitions. As used in this part 4, unless the
20 context otherwise requires:

21 (5) "Evidence-based" means that an initiative is: either

(a) A Proven, program or practice, as defined SPECIFIED in section
 23 2-3-210 (2)(d) SECTION 2-3-210 (3)(a)(V); or

(b) An Evidence-informed, program or practice, as defined
SPECIFIED in section 2-3-210 (2)(a) SECTION 2-3-210 (3)(a)(I); OR

26 (c) PROMISING, AS SPECIFIED IN SECTION 2-3-210 (3)(a)(IV).

27 SECTION 5. In Colorado Revised Statutes, 24-48.5-405, amend

1 (4)(d) as follows:

2 24-48.5-405. Regional talent development initiative grant
3 program - creation - administration - eligibility - application review
4 - report. (4) In developing the grant application selection criteria
5 pursuant to section 24-48.5-404 (2)(c), the steering committee shall:

6 (d) Provide for consideration of initiatives that are evidence-based 7 and can be scaled to meet additional demands. and, For an initiative that 8 is classified as evidence-based pursuant to section 24-48.5-403 (5)(b); 9 that SECTION 24-48.5-403 (5), THIS includes a plan to evaluate the 10 initiative's effect on earnings and other outcomes using one of the 11 methodologies described in section 2-3-210 (2)(d) SECTION 2-3-210 12 (3)(a)(I), (3)(a)(II), (3)(a)(IV), OR (3)(a)(V), OR OTHER SIMILAR13 MEASURES.

14 Act subject to petition - effective date -SECTION 6. 15 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following 16 the expiration of the ninety-day period after final adjournment of the 17 general assembly; except that, if a referendum petition is filed pursuant 18 to section 1 (3) of article V of the state constitution against this act or an 19 item, section, or part of this act within such period, then the act, item, 20 section, or part will not take effect unless approved by the people at the 21 general election to be held in November 2024 and, in such case, will take 22 effect on the date of the official declaration of the vote thereon by the 23 governor.

(2) This act applies to budget requests, requests for supplemental
appropriations, and budget request amendments made on or after the
applicable effective date of this act.